

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:) Chapter 11
W. R. Grace & Co., et al.¹)
Debtors.) Case No. 01-01139 (JKF)
) (Jointly Administered)
)
) Objection Deadline: March 10, 2011 at 4:00 p.m.
) Hearing Date: June 20, 2011 at 9:00 a.m.

**SUMMARY OF EIGHTH QUARTERLY INTERIM VERIFIED APPLICATION OF
THE LAW OFFICES OF JANET S. BAER, P.C. FOR COMPENSATION FOR
SERVICES AND REIMBURSEMENT OF EXPENSES AS BANKRUPTCY COUNSEL
TO W. R. GRACE & CO., ET AL., FOR THE INTERIM PERIOD FROM
OCTOBER 1, 2010, THROUGH DECEMBER 31, 2010²**

Name of Applicant:

The Law Offices of Janet S. Baer, P.C.

Authorized to Provide Professional Services
to:

**W. R. Grace & Co., et al., Debtors and
Debtors-in-Possession**

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food >N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc.), Grace JVH, Inc., Asbestos Management, Inc., Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

² This application is for the 8th quarter in which Applicant has been retained in these chapter 11 cases. It relates to the 39th quarter of the chapter 11 cases for purposes of review of fees and expenses.

Date of Retention:

**Retention Order entered March 24, 2009,
effective as of February 11, 2009**

Period for which compensation and reimbursement is sought:

October 1, 2010, through December 31, 2010

Amount of Compensation sought as actual, reasonable and necessary:

\$372,507.50

Amount of Expense Reimbursement sought as actual, reasonable and necessary:

\$7,954.64

This is a monthly X quarterly application. Previous fee applications:

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
March 27, 2009	2/1 - 2/28/09	\$75,250.00	\$1,430.21	Interim approval	Interim approval
April 29, 2009	3/1 – 3/31/09	\$113,875.00	\$2,436.16	Interim approval	Interim approval
May 8, 2009	Jan.- March, 2009	\$189,125.00	\$3,866.87	Interim approval	Interim approval
May 29, 2009	4/1-4/30/09	\$122,500.00	\$5,441.23	Interim approval	Interim approval
June 29, 2009	5/1-5/31/09	\$104,062.50	\$7,305.16	Interim approval	Interim approval
July 29, 2009	6/1-6/30/09	\$157,250.00	\$6,199.89	Interim approval	Interim approval
August 14, 2009	April-June, 2009	\$383,812.50	\$18,946.28	Interim approval	Interim approval
September 1, 2009	7/1-7/31/09	\$132,875.00	\$3,495.71	Interim approval	Interim approval
September 29, 2009	8/1-8/31/09	\$132,187.50	\$3,690.83	Interim approval	Interim approval
October 27, 2009	9/1-9/30/09	\$209,760.00	\$7,303.75	Interim approval	Interim approval
November 18, 2009	July-Sept., 2009	\$474,822.50	\$14,490.29	Interim approval	Interim approval
November 24, 2009	10/1-10/31/09	\$191,795.00	\$6,472.87	Interim approval	Interim approval
December 21, 2009	11/01-11/30/09	\$122,245.00	\$744.30	Interim approval	Interim approval
January 27, 2010	12/01-12/31/09	\$145,342.50	\$1,707.64	Interim approval	Interim approval
February 4, 2010	Oct.–Dec., 2009	\$459,382.50	\$8,924.81	Interim approval	Interim approval
February 25, 2010	1/1/10-1/31/10	\$189,937.50	\$4,467.91	Interim approval	Interim approval
March 25, 2010	2/1/10-2/28/10	\$154,075.00	\$11,306.92	Interim approval	Interim approval

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
April 28, 2010	3/1/10-3/31/10	\$130,565.00	\$2,244.98	Interim approval	Interim approval
May 11, 2010	Jan.-March, 2010	\$474,577.50	\$8,019.81	Interim approval	Interim approval
May 28, 2010	4/1/10-4/30/10	\$107,120.00	\$1,683.52	Interim approval	Interim approval
June 29, 2010	5/1/10-5/31/10	\$135,167.50	\$1,104.96	Interim approval	Interim approval
July 28, 2010	6/1/10-6/30/10	\$123,455.00	\$2,029.52	Interim approval	Interim approval
July 30, 2010	April-June, 2010	\$365,742.50	\$4,818.00	Interim approval	Interim approval
August 27, 2010	7/1/10-7/31/10	\$131,850.00	\$1,222.58	Interim approval	Interim approval
September 29, 2010	8/1/10-8/31/10	\$135,060.00	\$1,045.54	Interim approval	Interim approval
October 27, 2010	9/1/10-9/30/10	\$102,052.50	\$1,103.43	Interim approval	Interim approval
December 15, 2010	July-Sept., 2010	\$368,962.50	\$3,371.55	Pending	Pending
November 29, 2010	10/1/10-10/31/10	\$109,067.50	\$ 589.55	Interim approval	Interim approval
December 28, 2010	11/1/10-11/30/10	\$130,052.50	\$2,408.32	Interim approval	Interim approval
January 28, 2011	12/1/10-12/31/10	\$133,387.50	\$4,956.77	Interim approval	Interim approval

JSB has filed certificates of no objection with the Court for the October and November Monthly Fee Applications because no objections were filed with the Court within the objection period. The objection deadline for the December Fee Application is February 17, 2011. The hearing for this interim period of October 1, 2010, through December 31, 2010, (the "Fee Period") has been scheduled for June 20, 2011. Janet S. Baer and Roger J. Higgins both rendered professional services in these cases during the Fee Period:

Name of Professional Person	Position with the Applicant and Year Admitted		Area of Expertise	Hourly Billing Rate	Total Billed Hours	Total Compensation
Janet S. Baer	President	1982	Restructuring	625.00	272.10	\$170,062.50
Roger J. Higgins	of Counsel	1997	Restructuring	475.00	426.20	\$202,445.00
Total Hours Billed and Compensation Request by Attorney					698.30	\$372,507.50

There are no paraprofessionals of JSB who rendered professional services in these cases during the Fee Period who have charged fees to the Debtors.

Grand Total for Fees: \$372,507.50

Grand Total for Expenses: \$7,954.64

Please note that this will be the last quarterly fee application filed by JSB. On February 4, 2011, the Court entered its *Order Authorizing the Retention and Employment of Baer Higgins Fruchtman LLC as Co-Counsel to the Debtors*, docket no. 26202 (the "BHF Retention Order") retaining Baer Higgins Fruchtman LLC ("BHF") *nunc pro tunc* to January 1, 2011, on the same terms and conditions as JSB. As set forth in the BHF Retention Application, BHF will commence filing its monthly and quarterly fee applications commencing as of January 1, 2011.

COMPENSATION BY MATTER

Matter Number	Matter Description	Total Billed Hours	Total Fees Requested
3	Business Operations	67.20	\$35,970.00
4	Case Administration	34.30	\$19,322.50
5	Claim Analysis Objection & Resolution (Asbestos)	0.90	\$ 517.50
6	Claim Analysis Objection & Resolution (Non-asbestos)	134.00	\$67,970.00
8	Employee Benefits/Pension	0.50	\$ 237.50
11	Fee Applications, Applicant	33.70	\$17,807.50
12	Fee Applications, Others	8.10	\$5,062.50
13	Financing	7.30	\$3,467.50
14	Hearings	28.60	\$16,930.00
15	Litigation and Litigation Consulting	308.70	\$160,462.50
16	Plan and Disclosure Statement	60.70	\$37,127.50
18	Tax Issues	2.10	\$ 997.50
19	Tax Litigation	0.60	\$ 375.00
20	Travel – Non-Working	11.60	\$6,260.00
	Total Hours Billed and Compensation Requested	698.30	\$372,507.50

EXPENSE SUMMARY

Service Description	Amount
Airfare and other travel expenses	\$2,523.79
Long Distance/Conference Telephone Charges	\$4,072.70
Computerized Legal Research	\$1,090.73
Court fees	\$ 267.42
Total Expenses	\$7,954.64

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:) Chapter 11
W. R. Grace & Co., et al.³)
Debtors.) Case No. 01-01139 (JKF)
) (Jointly Administered)
)
) Objection Deadline: March 10, 2011 at 4:00 p.m.
) Hearing Date: June 20, 2011 at 9:00 a.m.
)

**EIGHTH QUARTERLY INTERIM VERIFIED APPLICATION OF THE LAW OFFICES
OF JANET S. BAER, P.C. FOR COMPENSATION FOR SERVICES AND
REIMBURSEMENT OF EXPENSES AS BANKRUPTCY COUNSEL TO W. R. GRACE &
CO., ET AL., FOR THE INTERIM PERIOD FROM OCTOBER 1, 2010, THROUGH
DECEMBER 31, 2010**

Pursuant to sections 327, 330 and 331 of title 11 of the United States Code (as amended, the “Bankruptcy Code”), Fed. R. Bankr. P. 2016, the Retention Order (as defined below), the *Administrative Order Under 11 U.S.C. §§ 105(a) and 331 Establishing Procedures for Interim Compensation and Reimbursement of Professionals and Official Committee Members* (the

³ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food >N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc.), Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

“Interim Compensation Order”), the *Amended Administrative Order under 11 U.S.C. §§ 105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members* (the “Amended Interim Compensation Order”) and Del.Bankr.LR 2016-2, the Law Offices of Janet S. Baer, P.C. (“JSB”), bankruptcy co-counsel for the above-captioned debtors and debtors-in-possession (collectively, the “Debtors”) in their chapter 11 cases, hereby applies for an order (the “Eighth Quarterly Fee Application”) allowing JSB for the interim quarterly period from October 1, 2010, through December 31, 2010 (the “Fee Period”): (i) compensation in the amount of \$372,507.50 for the reasonable and necessary legal services JSB has rendered to the Debtors and (ii) reimbursement for the actual and necessary expenses that JSB has incurred in the amount of \$7,954.64. In support of this Eighth Quarterly Fee Application, JSB respectfully states as follows:

BACKGROUND

Retention of JSB

1. On April 2, 2001 (the “Petition Date”), the Debtors each filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code (collectively, the “Chapter 11 Cases”). On April 2, 2001, the Court entered an order procedurally consolidating the Chapter 11 Cases for administrative purposes only. Since the Petition Date, the Debtors have continued to operate their businesses and manage their properties as debtors-in-possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

2. By this Court’s order dated March 24, 2009, the Debtors were authorized to retain JSB as their co-counsel, effective as of the February 11, 2009, with regard to the prosecution of the Chapter 11 Cases and all related matters (the “Retention Order”). The Retention Order authorizes the Debtors to compensate JSB at JSB’s hourly rates charged for services of this type

and to be reimbursed for actual and necessary out-of-pocket expenses that it incurred, subject to application to this Court in accordance with the Bankruptcy Code, the Federal Rules of Bankruptcy Procedure, all applicable local rules and orders of this Court.

Monthly Interim Fee Applications Covered Herein

3. Pursuant to the procedures set forth in the Interim Compensation Order, as amended by the Amended Interim Compensation Order, professionals may apply for monthly compensation and reimbursement (each such application, a "Monthly Fee Application"), and the notice parties listed in the Amended Interim Compensation Order (the "Notice Parties") may object to any such request. If no Notice Party objects to a professional's Monthly Fee Application within twenty (20) days after the date of service of the Monthly Fee Application, the applicable professional may submit to the Court a certification of no objection whereupon the Debtors are authorized to pay interim compensation and reimbursement of 80% of the fees and 100% of the expenses requested.

4. Furthermore, and also pursuant to the Amended Interim Compensation Order, within 45 days of the end of each quarter, professionals are to file and serve upon the Notice Parties a quarterly request (each such request, a "Quarterly Fee Application") for interim Court approval and allowance of the Monthly Fee Applications filed during the quarter covered by that Quarterly Fee Application. If the Court grants the relief requested by the Quarterly fee application, the debtors are authorized and directed to pay the professional 100% of the fees and expenses requested in the monthly fee applications covered by that Quarterly Fee Application less any amounts previously paid in connection with the Monthly Fee Applications. Any payment made pursuant to the Monthly Fee Applications or a Quarterly Fee Application is subject to final approval of all fees and expenses at a hearing on the professional's final fee application.

5. The Eighth Quarterly Fee Application's Fee Period is October 1, 2010, through December 31, 2010. JSB is submitting this application pursuant to the Amended Interim Compensation Order for compensation for services rendered that JSB has filed with the Bankruptcy Court in connection with the Chapter 11 Cases.

6. JSB has filed the following Monthly Fee Applications for interim compensation during this Fee Period:

- a. *Summary Application of The Law Offices of Janet S. Baer P.C. for Compensation for Services and Reimbursement of Expenses as Bankruptcy Counsel to W.R. Grace & Co., et al., for the Monthly Interim Period from October 1, 2010 through October 30, 2010, filed November 29, 2010 (the "October Fee Application") attached hereto as Exhibit A; and*
- b. *Summary Application of The Law Offices of Janet S. Baer, P.C. for Compensation for Services and Reimbursement of Expenses as Bankruptcy Counsel to W.R. Grace & Co., et al., for the Monthly Interim Period from November 1, 2010, through November 30, 2010, filed December 28, 2010, (the "November Fee Application") attached hereto as Exhibit B; and*
- c. *Summary Application of The Law Offices of Janet S. Baer, P.C. for Compensation for Services and Reimbursement of Expenses as Bankruptcy Counsel to W.R. Grace & Co., et al. for the Monthly Interim Period from December 1, 2010, through December 31, 2009, filed January 28, 2010 (the "December Fee Application", collectively with the October and November Fee Applications, the "Eighth Quarter Monthly Fee Applications") attached hereto as Exhibit C.*

7. The respective periods for objecting to the fees and expense reimbursement requested in the Eighth Quarter Monthly Fee Applications passed without any objections being filed, and the Debtors have filed (or in the case of December, will file) certificates of no objection with the Court for each such Monthly Application. The Debtors have either paid or will pay interim compensation and reimbursement of 80% of the fees and 100% of the expenses requested in those Monthly Fee Applications..

8. JSB has advised and represented the Debtors as co-counsel in connection with the operation of their businesses and other matters arising in the performance of their duties as a

debtors-in-possession during the Fee Period covered by the Eighth Quarterly Fee Application. Furthermore, JSB has prepared various pleadings, motions and other papers submitted to this Court for consideration, has appeared before this Court during hearings regarding these cases and has performed various other professional services that are described in the Applications.

Previous Quarterly Fee Applications

9. JSB has filed seven previous Quarterly Fee Applications. The Court approved the first six such Quarterly Fee Applications at the following hearings:

QUARTERLY FEE APPLICATION	ORDER DATED	DOCKET NO.
First (January 1, 2009, through March 31, 2009)	September 29, 2009	21609
Second (April 1, 2009, through June 30, 2009)	December 11, 2009	22816
Third (July 1, 2009, through September 30, 2009)	March 22, 2010	23793
Fourth (October 1, 2009, through December 31, 2009)	June 7, 2010	24917
Fifth (January 1, 2010, through March 31, 2010)	September 13, 2010	25397
Sixth (April 1, 2010, through June 30, 2010)	December 13, 2010	25905
Seventh (July 1, 2010, through September 30, 2010)	TBD	TBD

10. The Court is scheduled to hear the Eighth Quarterly Fee Application, for the period of October 1, 2010, though December 31, 2010, at the hearing currently set for June 28, 2011.

Requested Relief

11. By this Eighth Quarterly Fee Application, JSB requests that the Court approve the interim allowance of compensation for professional services rendered and the reimbursement of actual and necessary expenses incurred by JSB for the Fee Period as detailed in the Applications, less any amounts previously paid to JSB pursuant to the Applications and the procedures set forth in the Amended Interim Compensation Order. As stated above, the full scope of services provided and the related expenses incurred are fully described in the Applications, which are attached hereto as Exhibits A, B, and C.

Disinterestedness

12. As disclosed in the *Affidavit of Janet S. Baer in Support of the Application of the Debtors for the Entry of an Order Authorizing the Retention and Employment of The Law Offices of Janet S. Baer, P.C. as Co-Counsel to the Debtors* (the “Affidavit”), filed on February 12, 2009, JSB does not hold or represent any interest adverse to the estates, and has been, at all relevant times, a disinterested person as that term is defined in section 101(14) of the Bankruptcy Code as modified by section 1107(b) of the Bankruptcy Code.

13. JSB may have in the past represented or may likely in the future represent parties-in-interest in connection with matters unrelated to the Debtors and the Chapter 11 Cases. JSB disclosed in the Affidavit its connections to parties-in-interest that it has been able to ascertain using its reasonable efforts. JSB will update the Affidavit when necessary and when JSB becomes aware of material new information.

REPRESENTATIONS

14. JSB believes that the Eighth Quarterly Fee Application complies with the requirements of Del.Bankr.LR 2016-2 and the Amended Interim Compensation Order.

15. JSB performed the services for which it is seeking compensation on behalf of or for the Debtors and their estates, and not on behalf of any committee, creditor or other person.

16. During the Fee Period, JSB has received no payment and no promises for payment from any source for services rendered or to be rendered in any capacity whatsoever in connection with these Chapter 11 Cases other than the interim compensation payments pursuant to the Amended Interim Compensation Order.

17. Pursuant to Fed. R. Bank. P. 2016(b), JSB has not shared, nor has agreed to share, (a) any compensation it has received or may receive with another party or person other than with

the partners, counsel and associates of JSB, or (b) any compensation another person or party has received or may receive in connection with the Chapter 11 Cases.

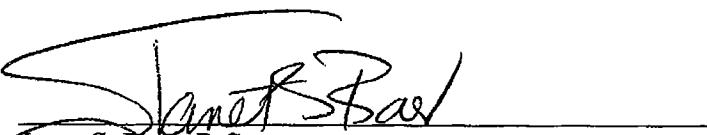
[remainder of this page is intentionally left blank]

WHEREFORE, JSB respectfully requests that the Court enter an order providing that (a) for the Fee Period, October 1, 2010, through December 31, 2010, an administrative allowance be made to JSB in the sum of (i) \$372,507.50 as compensation for reasonable and necessary professional services rendered to the Debtors and (ii) \$7,954.64 for reimbursement of actual and necessary costs and expenses incurred, for a total of \$380,462.14; (b) the Debtors be authorized and directed to pay to JSB the outstanding amount of such sums less any sums previously paid to JSB pursuant to the Applications and the procedures set forth in the Amended Interim Compensation Order; and (c) this Court grant such further relief as is equitable and just.

Dated: February 18, 2011

Respectfully submitted,

THE LAW OFFICES OF JANET S. BAER, P.C.



Janet S. Baer, P.C.
111 East Wacker Drive, Suite 2800
Chicago, Illinois 60601-4277
Telephone: (312) 836-4022